						T									Current	Prior Year	3 Years	5 Years						
	May-08 Allocation Month			April-08 Allocation Month				March-08 Allocation Quarter				December-07 Allocation Quarter				September-07 Allocation Quarter				FYTD	FY07	Ended	Ended	
	Market Value		Policy	Month Net ROR	Market Value	Actual		Month Net ROR	Market Value	Actual		Quarter Net ROR	Market Value	Actual		Quarter Net ROR	Market Value			Quarter Net ROR	Net	Net	6/30/2007 Net	6/30/2007 Net
LARGE CAP DOMESTIC EQUITY	Warter value	Hotaui	1 Olloy	Notitor	Warker value	ricidal	1 Olicy	Notitor	Warket Value	riotaai	1 Olloy	HOUNCE	Warket Value	riotaai	1 Olloy	HOUNCER	Warter Value	rioladi	1 Olloy	HOUNCE	1401	1400	1401	1101
Structured Growth																								
Los Angeles Capital	771,014	2.9%		4.75%	746,825	2.8%	2.8%	5.69%	706,526	2.7%	2.8%	-10.91%	653,886	2.8%	2.8%	-1.50%	814,788	2.8%	2.8%	0.38%	-2.48%	21.84%	13.35%	N/A
Total Structured Growth	771,014	2.9%	2.8%	4.75%	746,825	2.8%	2.8%	5.69%	706,526	2.7%	2.8%	-10.91%	653,886	2.8%	2.8%	-1.50%	814,788	2.8%	2.8%	0.38%	-2.48%	21.84%	13.35%	10.94%
Russell 1000 Growth				3.67%				5.25%				-10.18%				-0.77%				4.21%	1.34%	19.04%	8.70%	9.28%
Structured Value																								
LSV	723,879	2.7%	2.8%		733,667	2.7%	2.8%	4.74%	700,256	2.7%	2.8%	-9.73%	639,661	2.7%	2.8%	-5.53%	794,356	2.7%	2.8%	-0.89%	-11.38%	23.77%	19.00%	16.55%
Russell 1000 Value				-0.16%				4.87%				-8.72%				-5.80%				-0.24%	-10.18%	21.87%	15.93%	13.31%
Russell 1000 Enhanced Index	4 540 044	E =0/	E 00/	0.050/	4 400 004	E 00/	E 00/	E 000/	4 440 000	E 40/	E 00/	40.000/	4 000 04=	E E0/	E 00/	4.070/	4 000 075	E 00/	E 00/	0.040/	0.450/	04.070/	40 400/	
LA Capital Russell 1000	1,513,614	5.7%	5.6%	3.05% 1.83%	1,490,604	5.6%	5.6%	5.22% 5.07%	1,416,322	5.4%	5.6%	-10.22% -9.48%	1,300,647	5.5%	5.6%	-1.07% -3.23%	1,622,075	5.6%	5.6%	0.24% 1.98%	-3.45% -4.42%	21.27% 20.43%	13.46% 12.34%	N/A
				1.03%				5.07 %				-9.40%				-3.23/0				1.90%	-4.42 /0	20.43%	12.34/0	
S&P 500 Enhanced Index Westridge	1.569.361	5.9%	5.6%	1.42%	1.687.379	6.3%	5.6%	5.00%	1.605.911	6.1%	5.6%	-9.12%	1.457.703	6.1%	5.6%	-3.04%	1.797.676	6.2%	5.6%	2.18%	-4.11%	21.12%	11.98%	N/A
S&P 500	1,569,361	5.9%	3.0%	1.30%	1,007,379	0.3%	5.0%	4.87%	1,005,911	0.1%	3.0%	-9.12% -9.44%	1,457,703	0.1%	3.0%	-3.33%	1,797,070	0.2%	3.0%	2.03%	-4.11% -5.12%	20.59%	11.68%	IN/A
				1.5070				4.07 /0				-3.4470				-5.5570				2.0370	-5.12 /6	20.0370	11.0070	
Index State Street	510.584			2.19%	544,446			3.91%	523.598			-10.81%	395.674			-6.37%	492.581			-0.80%	-12.02%	21.82%	12.34%	11.08%
Total 130/30	510,584	1.9%	1.9%	2.19%	544,446	2.0%	1.9%	3.91%	523,598	2.0%	1 9%	-10.81%	395,674	1.7%	1.9%	-6.37%	492,581	1.7%	1.9%	-0.80%	-12.02%	21.82%	12.34%	11.08%
S&P 500	310,004	1.570	1.570	1.30%	044,440	2.070	1.570	4.87%	020,030	2.070	1.570	-9.44%	000,014	1.1 /0	1.070	-3.33%	432,001	1.1 /0	1.570	2.03%	-5.12%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	5 000 450	40 40/	40.00/	2.26%	5 000 000	40 40/	40.00/	5.01%	4.050.044	40.00/	40.00/		4 447 574	40.70/	40.00/	-2.89%	5 504 475	40.40/	40.00/		E 540/	21.86%	13.76%	
S&P 500	5,088,452	19.1%	18.8%	1.30%	5,202,920	19.4%	18.8%	5.01% 4.87%	4,952,614	18.8%	18.8%	-9.94% -9.44%	4,447,571	18.7%	18.8%	-3.33%	5,521,475	19.1%	18.8%	0.62% 2.03%	-5.51% -5.12%	20.59%	11.68%	12.22% 10.71%
347 300				1.5070				4.07 /0				-3.4470				-5.5570				2.0370	-5.12 /6	20.0370	11.0070	10.7170
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	870,337	3.3%	3.1%	4.05%	876,024	3.3%	3.1%	4.53%	837,840	3.2%	3.1%	-11.46%	757,753	3.2%	3.1%	-6.35%	925,769	3.2%	3.1%	-3.66%	-13.11%	18.39%	13.70%	14.37%
Russell 2000 + 200bp				4.76%				4.35%				-9.43%				-4.09%				-2.60%	-7.51%	18.76%	15.72%	16.16%
Enhanced																								
Research Affiliates	860,215	3.2%	3.1%		862,128	3.2%	3.1%	3.13%	836,007	3.2%	3.1%	-6.75%	718,159	3.0%	3.1%	-7.00%	882,681	3.0%	3.1%	N/A	N/A	N/A	N/A	N/A
Russell 2000				4.59%				4.19%				-9.90%				-4.58%				-3.09%	-9.20%			
TOTAL SMALL CAP DOMESTIC EQUITY	1,730,552	6.5%	6.3%	4.14%	1,738,152	6.5%	6.3%	3.83%	1,673,847	6.3%	6.3%	-9.17%	1,475,912	6.2%	6.3%	-6.67%	1,808,450	6.2%	6.3%	-4.98%	-12.90%	18.39%	13.70%	14.37%
Russell 2000				4.59%				4.19%				-9.90%				-4.58%				-3.09%	-9.20%	16.44%	13.45%	13.88%
INTERNATIONAL FOURTY																								
INTERNATIONAL EQUITY																								
Large Cap - Active Capital Guardian	1.092.814	4.1%	4.0%	1.42%	1,150,828	4.3%	4.0%	6.80%	1,078,387	4.1%	4.0%	-10.93%	953,779	4.0%	4.0%	-1.23%	1,172,035	4.0%	4.0%	0.61%	-4.12%	25.99%	21.19%	14.89%
LSV	1,083,226	4.1%	4.0%	0.09%	1,074,042	4.0%	4.0%	5.94%	1.016.389	3.8%	4.0%	-12.84%	917.055	3.9%	4.0%	-6.39%	1,172,035	4.1%	4.0%	-3.37%	-16.40%	31.24%	N/A	N/A
Total Large Cap - Active	2,176,040	8.2%		0.78%	2,224,871	8.3%	8.0%		2,094,776	7.9%		-11.87%	1,870,834	7.9%	8.0%	-3.80%	2,361,820	8.2%	8.0%	-1.43%	-10.41%	28.57%	22.95%	18.43%
MSCI EAFE - 50% Hedged	. ,			1.26%				6.46%				-12.04%	, ,			-2.19%				0.11%	-7.16%	26.94%	22.55%	15.71%
Small Cap - Value																								
DFA Lazard	256,149	1.0% 0.0%	1.0% 0.0%		267,683	1.0% 0.0%	1.0% 0.0%	1.65%	263,205	1.0% 0.0%	1.0% 0.0%	-3.65% N/A	226,779	1.0% 0.0%	1.0%	N/A N/A	289.037	0.0% 1.0%	0.0% 1.0%	N/A -3.92%		N/A 21.03%	N/A 20.93%	N/A N/A
Total Small Cap Value	256,149	1.0%			267,683	1.0%	1.0%	1.65%	263,205	1.0%	1.0%	-3.65%	226,779	1.0%	1.0%	-0.64%	289,037	1.0%	1.0%	-3.92% -3.92%	-4.50%	21.03%	20.93%	N/A
S&P/Citigroup Broad Market Index < \$2BN	230,143	1.0 /6	1.0 /6	2.10%	207,003	1.0 /6	1.0 /6	2.30%	203,203	1.0 /6	1.0 /6	-14.70%	220,113	1.0 /6	1.0 /6	-5.94%	203,037	1.070	1.076	-0.66%	-16.74%	28.58%	26.34%	13/7
				,				50,0				0 /0				2.3.70				2.0070				
Small Cap - Growth																								
Vanguard	250,551	0.9%	1.0%	2.07%	262,142	1.0%	1.0%	2.24%	256,401	1.0%	1.0%	-8.33%	232,138	1.0%	1.0%	-4.84%	282,856	1.0%	1.0%	-1.48%	-10.32%	31.00%	28.08%	N/A
Citigroup Broad Market Index < \$2BN				2.10%				2.30%				-14.70%				-5.94%				-0.66%	-16.74%	28.58%	26.34%	
TOTAL INTERNATIONAL EQUITY	2,682,740	10.1%	10.0%	1.03%	2,754,696	10.3%	10.0%	5.50%	2,614,382	9.9%	10.0%	-10.75%	2,329,751	9.8%	10.0%	-3.97%	2,933,713	10.1%	10.0%	-1.70%	-10.19%	28.02%	23.43%	17.15%
MSCI EAFE - 50% Hedged				1.26%				6.46%				-12.04%				-2.19%				0.11%	-7.16%	26.94%	22.55%	15.71%
DOMESTIC FIVED INCOME																								
DOMESTIC FIXED INCOME Core Bond																								
Western Asset	4.337.030	16 20/	17.1%	-0.65%	4.335.431	16.2%	17 10/	1.45%	4.282.853	16.2%	17 10/	-1.03%	4.140.033	17.4%	17.1%	1.63%	4.773.736	16.5%	17.1%	1.87%	3.28%	7.29%	4.44%	5.64%
Lehman Aggregate	4,337,030	10.5%	17.176	-0.65% -0.73%	4,333,431	10.2 /6	17.176	-0.21%	4,202,053	10.2 /0	17.1/0	2.17%	4,140,033	17.4/0	17.1/0	3.00%	4,113,130	10.5%	17.176	2.84%	7.21%	6.12%	3.98%	4.48%
				0.7070				0.2 1 /0				2.11/0				0.0078				2.07/0	7.2170	0.12/0	0.0070	7.70/0
Mortgage Backed Hyperion	1,002,502	3.8%	4.4%	-0.47%	1,043,971	3.9%	4.4%	-1.88%	1,095,402	4.1%	4.4%	-7.97%	1,107,425	4.7%	4.4%	-1.00%	1,299,305	4.5%	4.4%	-1.78%	-12.60%	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Po		J.U /0	7.7/0	-0.70%	1,043,371	3.3/0	7.7/0	-0.57%	1,033,402	7.1/0	7.7/0	4.18%	1,107,425	7.1 /0	7.7/0	3.15%	1,233,303	7.5 /0	7.7/0	3.88%	10.22%	IV/A	IVA	IVA
	1			2.7070				2.3.70								2070				2.0070				
Core Plus/Enhanced Clifton Group	1,280,509	4.8%	4.4%	-0.65%	1,280,118	4.8%	4 4%	-0.73%	1,290,462	4.9%	4 4%	3.69%	1,206,895	5.1%	4.4%	3.99%	1,347,820	4.7%	4.4%	4.41%	11.04%	5.52%	N/A	N/A
Prudential	1,259,155	4.6%	4.4%	-0.65%	1,253,415	4.6%	4.4%	0.50%	1,255,494	4.9%	4.4%	0.95%	1,157,169	4.9%	4.4%	2.45%	1,347,620	4.7%	4.4%	1.95%	5.67%	5.52% N/A	N/A	N/A N/A
Total Core Plus/Enhanced	2,539,664	9.6%			2,533,533	9.5%		-0.12%	2,545,956	9.6%	8.8%	2.35%	2,364,064	10.0%	8.8%	3.23%	2,659,840	9.2%	8.8%	3.18%	8.38%	5.95%	N/A	N/A
Lehman Aggregate	2,000,004	0.070	0.070	-0.73%	2,000,000	0.070	0.070	-0.21%	2,0 .0,000	0.070	0.070	2.17%	2,00.,004	. 0.0 /0	0.070	3.00%	2,000,040	J.= /0	0.070	2.84%	7.21%	6.12%		.47
	II.			0 0 /0				J.2 . /0				/0				0.0070				2.0 770		5270		

STATE FIRE AND TORNADO FUND **INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2008**

																					Current	Prior Year	3 Years	5 Years
	May-08 Allocation Month				April-08				March-08				December-07				September-07				FYTD	FY07	Ended	Ended
					Allocation Month			Allocation			Quarter	Allocation			Quarter	Allocation			Quarter			6/30/2007	6/30/2007	
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
Index																								
Bank of ND	2,180,701	8.2%	7.7%	-1.09%	2,190,293	8.2%	7.7%	-0.87%	2,208,635	8.4%	7.7%	2.94%	2,071,045	8.7%	7.7%	3.04%	2,376,300	8.2%	7.7%	3.09%	7.24%	5.45%	2.92%	4.32%
Lehman Gov/Credit (1)				-1.03%				-0.59%				2.53%				3.10%				3.01%	7.13%	6.00%	3.04%	4.35%
BBB Average Quality																								
Wells Capital (formerly Strong)	4,374,143	16.5%	17.1%	-0.95%	4,388,946	16.4%	17.1%	0.55%	4,363,222	16.5%	17.1%	0.36%	4,104,319	17.3%	17.1%	1.98%	4,710,401	16.3%	17.1%	1.48%	3.45%	7.93%	4.86%	6.59%
Lehman US Credit BAA				-0.64%				1.30%				-1.05%				1.90%				1.67%	3.18%	7.54%	4.47%	6.59%
TOTAL DOMESTIC FIXED INCOME	14,434,040	54.3%	55.0%	-0.76%	14,492,174	54.1%	55.0%	0.30%	14,496,068	54.9%	55.0%	0.00%	13,786,886	58.1%	55.0%	2.00%	15,819,582	54.7%	55.0%	1.84%	3.40%	7.11%	3.89%	5.04%
Lehman Aggregate (2)				-0.73%				-0.21%				2.17%				3.00%				2.84%	7.21%	6.12%	4.13%	4.87%
CASH EQUIVALENTS																								
Bank of ND	2,650,143	10.0%	10.0%	0.16%	2,577,897	9.6%	10.0%	0.15%	2,674,215	10.1%	10.0%	0.70%	1,697,622	7.2%	10.0%	0.96%	2,858,914	9.9%	10.0%	1.24%	3.25%	5.36%	4.10%	
90 Day T-Bill				0.03%				0.11%				0.88%				1.05%				1.34%	3.45%	5.21%	3.78%	2.76%
TOTAL FIRE & TORNADO FUND	26,585,928	100.0%	100.0%	0.42%	26,765,838	100.0%	100.0%	1.91%	26,411,126	100.0%	100.0%	-3.37%	23,737,743	100.0%	100.0%	-0.14%	28,942,134	100.0%	100.0%	0.80%	-0.46%	12.45%	8.08%	8.29%
POLICY TARGET BENCHMARK				0.26%				1.72%				-2.38%				0.64%				1.92%	2.11%	11.30%	7.64%	7.64%

NOTE: Monthly returns and market values are preliminary and subject to change.

⁽¹⁾ From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index. (2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.